PRELIMINARY DRAFT

TEXAS LEGISLATIVE COUNCIL Special District Local Laws Code Chapter 9083 10/23/18

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17	CHAPTER 9083. HUDSPETH COUNTY WATER CONTROL AND IMPROVEMENT
18	DISTRICT NO. 1
19	SUBCHAPTER A. GENERAL PROVISIONS
20	Revised Law
21	Sec. 9083.0001. DEFINITION. In this chapter, "district"
22	means the Hudspeth County Water Control and Improvement District
23	No. 1. (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part); New.)
24	Source Law
25 26 27	Sec. 1 Hudspeth County Water Control and Improvement District Number One of Hudspeth County, Texas,

1	Revisor's Note
2	The definition of "district" is added to the
3	revised law for drafting convenience and to eliminate
4	frequent, unnecessary repetition of the substance of
5	the definition.
6	Revised Law
7	Sec. 9083.0002. NATURE OF DISTRICT. The district is a
8	conservation and reclamation district established under Section
9	59, Article XVI, Texas Constitution. (Acts 56th Leg., R.S., Ch.
10	299, Secs. 1 (part), 7 (part).)
11	Source Law
12 13 14 15	Sec. 1 Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and
16 17 18	Sec. 7 said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution;
19	Revised Law
20	Sec. 9083.0003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT.
21	(a) The district is essential to the accomplishment of the
22	preservation and conservation of the natural resources of the
23	state.
24	(b) All land and other property included in the district
25	will benefit from the district, the district's improvements, and
26	the purposes for which the district is created.
27	(c) This chapter addresses a subject in which the state is
28	interested. (Acts 56th Leg., R.S., Ch. 299, Secs. 2 (part), 7
29	(part).)
30	Source Law
31 32 33 34 35 36	Sec. 2. [The boundaries of said District heretofore and herein established as follows:] It is hereby found and determined that all lands and other property included within the aforesaid boundaries are and will be benefited by the District and its improvements.
37 38 39 40 41	Sec. 7. [The Legislature hereby declares that said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution; that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such

laws as may be appropriate in the preservation and conservation of the natural resources of the state;] that said District is essential to the accomplishment of these purposes; that this Act operates upon a subject in which the state at large is interested; that all other land and property located within the limits of the District is and will be benefited by the purposes for which the District is created. . . .

9 Revised Law

Sec. 9083.0004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 2, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, as that territory may have been modified under:

- (1) Subchapter J, Chapter 49, Water Code;
- (2) Subchapter O, Chapter 51, Water Code; or
- 16 (3) other law.

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17 (b) The district shall include all land and property in the 18 district's territory. (Acts 56th Leg., R.S., Ch. 299, Sec. 2 19 (part); New.)

20 <u>Source Law</u>

21 [The boundaries of said Sec. 2. heretofore and herein established as follows:] . . 22 23 said District shall embrace all land and property 24 contained within the area delineated bу 25 boundaries. .

26 Revisor's Note

The revision of the law governing the district does not revise the statutory language describing the territory of the district to avoid the lengthy recitation of the description and because description may not be accurate on the effective date of the revision or at the time of a later reading. For the reader's convenience, the revised law includes references to the statutory description of district's territory and to statutory authority to change the district's territory under Subchapter J, Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and Subchapter O, Chapter 51, Water Code, applicable to water control and improvement districts. The revised

1	law also includes a reference to the general authority
2	of the legislature to enact other laws to change the
3	district's territory.
4	Revised Law
5	Sec. 9083.0005. LIBERAL CONSTRUCTION OF CHAPTER. This
6	chapter shall be liberally construed to effect its purposes. (Acts
7	56th Leg., R.S., Ch. 299, Sec. 7 (part).)
8	Source Law
9 10 11	Sec. 7 All terms and provisions of this Act are to be liberally construed to effectuate the purpose and objectives herein set forth.
12	Revisor's Note
13	Section 7, Chapter 299, Acts of the 56th
14	Legislature, Regular Session, 1959, refers to the
15	"purpose and objectives" set forth in that act. The
16	revised law omits "objectives" as included in the
17	meaning of "purpose."
18 19	Revisor's Note (End of Subchapter)
20	Section 7, Chapter 299, Acts of the 56th
21	Legislature, Regular Session, 1959, contains a
22	legislative declaration of a constitutional "duty" to
23	enact Chapter 299 as law. The revised law omits the
24	declaration by the legislature as executed and because
25	it has no substantive effect. The omitted law reads:
26 27 28 29 30 31 32 33 34 35	Sec. 7. The Legislature hereby declares that [said District is established under the provisions of Section 59 of Article XVI of the Texas Constitution;] that the enactment hereof is in fulfillment of a duty imposed by said Constitutional provision to pass such laws as may be appropriate in the preservation and conservation of the natural resources of the state;
36	SUBCHAPTER B. BOARD OF DIRECTORS
37	Revised Law
38	Sec. 9083.0051. COMPOSITION OF BOARD. The board of

directors is composed of five elected directors. (New.)

Revisor's Note

Section 4, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, validates the appointment or election of five named directors of the district, provides that those directors continue to until their successors are elected, establishes the dates that the terms of the named directors expire. The revised law omits provisions as executed. For the reader's convenience, the revised law substitutes a provision that states the board is composed of five elected directors, which conforms with the number of named directors in Section 4 and the requirement that successors be elected. The omitted law reads:

> Sec. 4. The appointment and/or election of Directors of said District, to-wit: Gene Wells, Manuel Lujan, Tom D. Ellison, L. A. Snyder, and Clyde Fields is hereby ratified, confirmed, approved and validated and such Directors shall continue to serve until their successors have been duly elected and duly qualified as provided by general law pertaining to Water Control and Improvement Districts. The term of the first two named Directors shall expire January 1960, and the term of the last three named Directors shall expire January 1961. . .

(2) Section 4, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that successor directors serve terms of two years. The revised law omits that provision because it was superseded by Section 49.103(a), Water Code, enacted in 1995, which applies to the district under Sections 49.103(e), 49.001(a), and 49.002, Water Code, and provides that directors serve staggered four-year terms. The omitted law reads:

Sec. 4. . . . Successors in office shall serve for terms of two years.

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SUBCHAPTER C. POWERS AND DUTIES

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Sec. 9083.0101. GENERAL POWERS. The district may exercise the powers essential to the accomplishment of the purposes of Section 59, Article XVI, Texas Constitution, and may exercise the rights, powers, privileges, and functions implied by that section.

7 (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part).)

8 <u>Source Law</u>

Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and] shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid constitutional provision, . . .

<u>Revisor's Note</u>

- (1) Section 1, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that the district is a "governmental agency and body politic and corporate." The revised law omits that provision because it duplicates a portion of Section 59(b), Article XVI, Texas Constitution, which provides that a conservation and reclamation district is a governmental agency and a body politic and corporate.
- Section 1, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, refers to rights, powers, privileges, and functions that "contemplated or implied" by Section 59, Article XVI, Constitution. The revised Texas law omits "contemplated" because the meaning of the term is included in the meaning of "implied."

35 Revised Law

Sec. 9083.0102. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The district has the rights, powers, privileges, and functions provided by general law applicable to a water control and

- 1 improvement district, including Chapters 49 and 51, Water Code.
- 2 (Acts 56th Leg., R.S., Ch. 299, Sec. 1 (part); New.)

3 Source Law

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Sec. 1. . . . [Said District shall continue to exist as a conservation and reclamation district pursuant to Article XVI, Section 59 of the Texas Constitution and shall be recognized to exercise all of the powers and be a governmental agency and body politic and corporate essential to the accomplishment of the purposes of said constitutional provisions and created to exercise such rights, powers, privileges and functions as may be contemplated or implied by the aforesaid constitutional provision,] also those now or hereafter conferred by the General Laws of the state relating to Water Control and Improvement Districts wherein not in conflict with this Act.

Revisor's Note

- (1) Section 1, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, refers to "the General Laws of the state relating to Water Control and Improvement Districts . . . " For the reader's convenience, the revised law adds references to Chapter 49, Water Code, applicable to the district under Sections 49.001 and 49.002 of that chapter, and to Chapter 51, Water Code, applicable to water control and improvement districts.
- Section 1, Chapter 299, Acts of the 56th (2)Legislature, Regular Session, 1959, provides that the district has the rights, powers, privileges, and functions provided by general law to water control and improvement districts "wherein not in conflict with this Act." The revised law omits the quoted language because that language duplicates, in substance, 311.026(b), Government Code Construction Act), which provides that if there is a conflict between a general provision of law and a special or local provision, the special or local provision prevails unless the general provision is the later enactment and the manifest intent is that the general provision prevail.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

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- 3 Sec. 9083.0151. TAX METHOD. (a) Taxes imposed by the 4 district shall be on the ad valorem basis.
- 5 (b) The district is not required to hold a hearing on the 6 plan of taxation. (Acts 56th Leg., R.S., Ch. 299, Sec. 5.)

7 Source Law

Sec. 5. All taxes levied by the District shall be on the ad valorem basis and it shall not be necessary for the District to have any hearings on the plan of taxation.

Revisor's Note

Section 5, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, refers to taxes "levied" by the district. The revised law substitutes "imposed" for "levied" because "impose" is the term generally used in Title 1, Tax Code, and includes the levy of an ad valorem tax.

Revisor's Note (End of Chapter)

(1)Sections 1, 2, and 3, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, validate all proceedings and actions taken in the creation, organization, and operation of the district, including conducting elections, establishing the district's territory, conducting hearings regarding property, issuing bonds, and imposing taxes. The revised law omits those validation provisions because they served their purpose on the day they took effect and are executed law. Section 311.031(a)(2), Government Code (Code Construction Act), provides that the repeal of a statute does not affect any validation previously made Therefore, the omission of the under the statute. executed validation provisions does not affect those validations. The omitted law reads:

Sec. 1. All proceedings and actions

heretofore had and taken in the creation, organization and operation of [Hudspeth County Water Control and Improvement District Number One of Hudspeth County, Texas,] created or sought to be created under the provisions of Article XVI, Section 59 of the Texas Constitution and the General Laws of the state enacted pursuant thereto, are hereby in all things and in all respects ratified, confirmed, approved and validated as of the respective dates of such proceedings and actions notwithstanding that any of such proceedings and actions may not have been had or accomplished in all respects in strict accordance with the appropriate statutory provisions relating thereto. . . .

Sec. 2. [The boundaries of said District] . . are hereby in all things and in all respects ratified, confirmed, approved and validated and . . .

Sec. 3. Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:

- (a) All actions, orders, or other proceedings of the Commissioners Court or other officer of Hudspeth County, Texas, in creating the District; calling, conducting and declaring the results of the election for the confirmation of such District and the election of Directors therefor.
- (b) All actions, orders or other proceedings of the Board of Directors of the District or any of its officers or any person acting for it, in calling, conducting and determining the results of any hearing on the matter of the exclusion of lands or other property from the District;
- (c) All bonds heretofore voted by the District for the purpose of purchasing or constructing a Water System and any election at which such bonds were voted notwithstanding the fact that the Board of Directors or any of its officers or person acting for it, may have failed to comply with any statutory requirement regulating the calling of such election, the giving of proper notice with relation thereto, the canvassing of the returns thereof and the declaration of its results.
- (d) All orders, resolutions, or other proceedings of the Board of Directors in authorizing the issuance of the aforementioned bonds and the levying of taxes for the support thereof, . . .
- (e) All actions of the Board of Directors of the District in authorizing the levying, assessment and collection of taxes for the said District and in adopting its tax rolls.
- (2) Section 3(d), Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, provides that

after approval (or validation), registration, sale, and delivery, district bonds approved at an election held before May 30, 1959 (the effective date of Chapter 299), to purchase or construct a water system are valid and incontestable. The revised law omits the provision as executed. The omitted law reads:

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Sec. 3. [Without in anywise limiting the generality of the foregoing the following matters are hereby in all things and in all respects ratified, confirmed, approved and validated:

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[(c) All bonds heretofore voted by the District for the purpose of purchasing or constructing a Water System and any election at which such bonds were voted

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[(d) All orders, resolutions, other proceedings of the Board of Directors authorizing the issuance aforementioned bonds and the levying of taxes for the support thereof,] it being hereby provided that when the Attorney General has approved such bonds, or if such bonds are validated by a District Court under the provisions of the General Laws relating to Water Control and Improvement Districts, and they have been registered by the Comptroller of Public Accounts and sold and delivered they shall be legal, valid and enforceable obligations of the District and shall be incontestable.

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Section 6, Chapter 299, Acts of the 56th Legislature, Regular Session, 1959, lists the entities for which district bonds are legal investments and provides that district bonds may secure deposits of public funds of the state or political subdivisions. The revised law omits the provision relating to the eligibility of district bonds to be considered as investments for various entities it duplicates, in substance, Section 49.186(a), Water Code, applicable to the district under Sections 49.001 and 49.002 of that code. While Section 6 lists "guardians" and Section 49.186(a), Water Code, does not, Section 49.186(a) includes "fiduciaries," and a quardian is a fiduciary. The revised law omits the provision relating to the use of district bonds as security for deposits of state funds as impliedly repealed by Section 404.0221, Government Code (enacted in 1995), which lists eligible collateral for deposits of state funds by the comptroller, and by Section 404.031, Government Code (enacted in 1985 as Section 3.001, Article 4393-1, Vernon's Texas Civil Statutes), which provides for the valuation of that collateral. As to securing deposits of other funds, the provision is impliedly repealed by Chapter 2257, Government Code (enacted in 1989 as Article 2529d, Vernon's Texas Civil Statutes), which governs eligible collateral for deposits of funds of other public agencies, including political subdivisions, and permits those deposits to be secured by obligations issued by conservation and reclamation districts. The omitted law reads:

> Sec. 6. All bonds of the District shall be and are hereby declared to be legal authorized investments for banks, savings banks, trust companies, building and loan associations, insurance companies, fiduciaries, trustees, guardians, and for the sinking funds of cities, towns, villages, counties, school districts or other political corporations subdivisions of the State of Texas. Such bonds shall be eligible to secure the deposit of any and all public funds of the State of Texas and any and all public funds cities, towns, villages, counties, political districts or other school corporations or subdivisions of the State of Texas; and such bonds shall be lawful and sufficient security for said deposits to the extent of their par value.

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